

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF AUXIER WATER)	
COMPANY, INC. FOR A DEVIATION FROM THE)	CASE NO.
REQUIREMENTS OF 807 KAR 5:066, SECTION)	2003-00465
4(4), REGARDING WATER STORAGE)	

O R D E R

On December 3, 2003, the Auxier Water Company, Inc. ("Auxier Water") applied for permission to deviate from Administrative Regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain minimum water storage of one day's supply of its average daily usage. Auxier Water states in its application that its average daily water usage, including unaccounted-for water, is approximately 218,000 gallons, and that it has no current water storage capacity. Prestonsburg City's Utility Commission ("PCUC"), Auxier Water's current water supplier, has 1,250,000 gallons of water storage located within Auxier Water's service territory. PCUC has assured by letter the availability of water storage for all customers including Auxier Water until the contract expiration date of February 11, 2008.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. Auxier Water is not in compliance with Administrative Regulation 807 KAR 5:066, Section 4(4).

2. PCUC has assured by letter the availability of water storage for all customers including Auxier Water until the contract expiration date of February 11, 2008.

IT IS THEREFORE ORDERED that:

1. Auxier Water is given until February 11, 2008 to comply with the provisions of Administrative Regulation 807 KAR 5:066, Section 4(4).

2. Auxier Water shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to February 11, 2008.

Done at Frankfort, Kentucky, this 30th day of January, 2004.

By the Commission

ATTEST:


Executive Director